

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2014

	May-14					April-14					March-14					December-13					September-13					Current FYTD		Prior Year FY13		3 Years Ended 6/30/2013		5 Years Ended 6/30/2013
	Allocation		Month			Allocation		Month			Allocation		Quarter			Allocation		Quarter			Allocation		Quarter			Gross (1)	Net	Gross (1)	Net	Gross (1)	Net	
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross (1)	Net	Market Value	Actual	Policy	Gross (1)	Net	Market Value	Actual	Policy	Gross (1)	Net	Market Value	Actual	Policy	Gross (1)	Net							
TOTAL INSURANCE REGULATORY TRUST	1,137,785	100.0%	100.0%	0.99%	0.98%	1,126,691	100.0%	100.0%	0.36%	0.34%	1,122,648	100.0%	100.0%	1.33%	1.29%	1,107,837	100.0%	100.0%	3.30%	3.27%	1,073,149	100.0%	100.0%	2.91%	2.86%	9.17%	9.02%	8.65%	8.49%	7.76%	7.57%	5.04%
POLICY TARGET BENCHMARK				0.95%	0.95%				0.32%	0.32%				1.12%	1.12%				2.45%	2.45%				2.76%	2.76%	7.81%	7.81%	5.75%	5.75%	5.91%	5.91%	3.85%
ATTRIBUTION ANALYSIS																																
Asset Allocation				0.00%	0.00%				0.00%	0.00%				-0.13%	-0.13%				0.13%	0.13%				-0.05%	-0.05%	-0.05%	-0.05%	0.09%	0.09%	0.05%	0.05%	
Manager Selection				0.04%	0.03%				0.04%	0.02%				0.34%	0.30%				0.72%	0.69%				0.19%	0.14%	1.41%	1.26%	2.81%	2.65%	1.79%	1.61%	
TOTAL RELATIVE RETURN				0.04%	0.03%				0.04%	0.02%				0.21%	0.17%				0.85%	0.82%				0.14%	0.09%	1.36%	1.21%	2.90%	2.74%	1.84%	1.66%	
LARGE CAP DOMESTIC EQUITY																																
Los Angeles Capital	51,581	4.5%	4.5%	2.99%	2.94%	50,348	4.5%	4.5%	0.15%	0.15%	50,251	4.5%	4.5%	0.56%	0.52%	55,564	5.0%	4.5%	11.50%	11.46%	49,411	4.6%	4.5%	6.91%	6.85%	23.64%	23.42%	18.87%	18.66%	19.01%	18.80%	7.51%
Russell 1000 Growth				3.12%	3.12%				0.00%	0.00%				1.12%	1.12%				10.44%	10.44%				8.11%	8.11%	24.50%	24.50%	17.07%	17.07%	18.68%	18.68%	7.47%
LSV	51,706	4.5%	4.5%	1.57%	1.57%	51,189	4.5%	4.5%	0.42%	0.36%	51,512	4.6%	4.5%	3.71%	3.65%	54,240	4.9%	4.5%	12.57%	12.51%	48,790	4.5%	4.5%	5.64%	5.56%	25.79%	25.47%	32.50%	32.20%	20.05%	19.73%	7.86%
Russell 1000 Value				1.47%	1.47%				0.95%	0.95%				3.02%	3.02%				10.01%	10.01%				3.94%	3.94%	20.66%	20.66%	25.32%	25.32%	18.51%	18.51%	6.67%
LA Capital	34,023	3.0%	3.0%	2.22%	2.19%	33,461	3.0%	3.0%	0.54%	0.54%	33,404	3.0%	3.0%	0.80%	0.77%	36,155	3.3%	3.0%	11.30%	11.27%	32,623	3.0%	3.0%	5.61%	5.58%	21.77%	21.64%	21.56%	21.39%	19.18%	18.90%	7.81%
Russell 1000				2.30%	2.30%				0.47%	0.47%				2.05%	2.05%				10.23%	10.23%				6.02%	6.02%	22.57%	22.57%	21.24%	21.24%	18.63%	18.63%	7.12%
Clifton Group	34,270	3.0%	3.0%	2.98%	2.98%	33,471	3.0%	3.0%	0.32%	0.32%	33,733	3.0%	3.0%	2.33%	2.33%	35,690	3.2%	3.0%	10.10%	10.10%	32,204	3.0%	3.0%	5.05%	4.95%	22.27%	22.16%	20.94%	20.84%	19.20%	19.00%	N/A
S&P 500				2.35%	2.35%				0.74%	0.74%				1.81%	1.81%				10.51%	10.51%				5.24%	5.24%	22.09%	22.09%	20.60%	20.60%	18.45%	18.45%	
TOTAL LARGE CAP DOMESTIC EQUITY	171,581	15.1%	15.0%	2.41%	2.39%	168,469	15.0%	15.0%	0.33%	0.31%	168,901	15.0%	15.0%	1.90%	1.86%	181,649	16.4%	15.0%	11.51%	11.47%	163,028	15.2%	15.0%	5.91%	5.84%	23.65%	23.44%	23.83%	23.63%	19.34%	19.08%	4.96%
Russell 1000				2.30%	2.30%				0.47%	0.47%				2.05%	2.05%				10.23%	10.23%				6.02%	6.02%	22.57%	22.57%	21.24%	21.24%	18.66%	18.66%	7.12%
SMALL CAP DOMESTIC EQUITY																																
Research Affiliates	25,067	2.2%	2.5%	0.41%	0.34%	28,450	2.5%	2.5%	-3.27%	-3.27%	27,889	2.5%	2.5%	0.57%	0.50%	30,960	2.8%	2.5%	10.81%	10.73%	28,124	2.6%	2.5%	10.11%	10.00%	19.18%	18.81%	30.62%	30.17%	20.28%	19.80%	10.56%
Clifton	31,861	2.8%	2.5%	0.99%	0.99%	28,103	2.5%	2.5%	-3.77%	-3.77%	28,024	2.5%	2.5%	1.74%	1.74%	30,534	2.8%	2.5%	8.52%	8.52%	27,977	2.6%	2.5%	10.15%	9.71%	18.19%	17.72%	25.51%	25.08%	20.17%	19.70%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	56,928	5.0%	5.0%	0.73%	0.69%	56,553	5.0%	5.0%	-3.54%	-3.54%	55,913	5.0%	5.0%	1.09%	1.06%	61,495	5.6%	5.0%	9.69%	9.65%	56,101	5.2%	5.0%	10.23%	9.96%	18.77%	18.35%	28.04%	27.60%	20.25%	19.77%	9.84%
Russell 2000				0.80%	0.80%				-3.88%	-3.88%				1.12%	1.12%				8.72%	8.72%				10.21%	10.21%	17.39%	17.39%	24.21%	24.21%	18.67%	18.67%	8.77%
INTERNATIONAL EQUITY																																
Capital Group	45,201	4.0%	4.0%	1.61%	1.52%	44,493	3.9%	4.0%	0.07%	0.07%	44,263	3.9%	4.0%	-0.03%	-0.12%	47,042	4.2%	4.0%	5.40%	5.32%	45,077	4.2%	4.0%	11.57%	11.42%	19.53%	19.08%	20.78%	20.25%	9.88%	9.29%	-0.15%
LSV	45,809	4.0%	4.0%	0.88%	0.88%	45,468	4.0%	4.0%	2.05%	1.95%	44,580	4.0%	4.0%	1.13%	1.03%	48,940	4.4%	4.0%	6.68%	6.60%	45,710	4.3%	4.0%	13.05%	12.92%	25.56%	25.09%	20.71%	20.23%	8.65%	8.16%	-0.02%
MSCI EAFE				1.62%	1.62%				1.45%	1.45%				0.66%	0.66%				5.71%	5.71%				11.56%	11.56%	22.39%	22.39%	18.62%	18.62%	8.10%	8.10%	-0.01%
DFA	11,304	1.0%	1.0%	4.18%	0.79%	11,204	1.0%	1.0%	4.18%	-0.42%	11,451	1.0%	1.0%	6.26%	6.09%	12,353	1.1%	1.0%	7.94%	7.81%	11,400	1.1%	1.0%	16.61%	16.42%	34.25%	33.65%	24.89%	24.23%	12.35%	11.62%	2.25%
Vanguard	11,286	1.0%	1.0%	1.97%	1.95%	11,056	1.0%	1.0%	-0.60%	-0.62%	11,140	1.0%	1.0%	4.46%	4.34%	12,105	1.1%	1.0%	7.80%	7.69%	11,120	1.0%	1.0%	12.57%	12.45%	28.48%	28.01%	21.16%	20.74%	10.65%	10.23%	2.09%
S&P/Citigroup Broad Market Index < \$2BN				1.43%	1.43%				-0.62%	-0.62%				3.08%	3.08%				3.42%	3.42%				14.42%	14.42%	22.96%	22.96%	18.05%	18.05%	9.78%	9.78%	1.26%
TOTAL INTERNATIONAL EQUITY	113,600	10.0%	10.0%	1.27%	1.23%	112,220	10.0%	10.0%	0.74%	0.70%	111,433	9.9%	10.0%	1.51%	1.41%	120,441	10.9%	10.0%	6.41%	6.32%	113,308	10.6%	10.0%	12.74%	12.60%	24.24%	23.77%	21.07%	20.56%	9.74%	9.20%	0.44%
MSCI EAFE				1.62%	1.62%				1.45%	1.45%				0.66%	0.66%				5.71%	5.71%				11.56%	11.56%	22.39%	22.39%	18.62%	18.62%	8.10%	8.10%	-0.01%

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	Allocation		Month			Allocation		Month			Allocation		Quarter			Allocation		Quarter			Allocation		Quarter			Gross (1)	Net	Gross (1)	Net	Gross (1)	Net	Net
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross (1)	Net	Market Value	Actual	Policy	Gross (1)	Net	Market Value	Actual	Policy	Gross (1)	Net	Market Value	Actual	Policy	Gross (1)	Net							
FIXED INCOME																																
Western Asset	124,377	10.9%	11.2%	1.29%	1.25%	123,454	11.0%	11.2%	1.14%	1.14%	123,914	11.0%	11.2%	2.55%	2.52%	117,910	10.6%	11.2%	0.29%	0.26%	96,065	9.0%	12.8%	0.51%	0.47%	5.90%	5.76%	2.17%	1.99%	6.29%	6.10%	6.95%
Prudential	31,720	2.8%	2.8%	1.49%	1.42%	31,434	2.8%	2.8%	0.44%	0.44%	31,597	2.8%	2.8%	2.60%	2.53%	30,889	2.8%	2.8%	0.57%	0.50%	30,174	2.8%	2.8%	1.09%	1.01%	6.32%	6.03%	2.03%	1.74%	6.55%	6.25%	7.83%
PIMCO (DISCO) (1)	20,822	1.8%	1.8%	1.22%	1.22%	20,675	1.8%	1.8%	0.67%	0.67%	20,850	1.9%	1.9%	3.35%	3.35%	22,477	2.0%	2.0%	3.84%	3.84%	41,215	3.8%	3.8%	2.01%	2.01%	11.55%	11.55%	33.07%	33.07%	N/A	N/A	N/A
PIMCO (BRAVO II) (1)	3,030	0.3%	0.3%	0.00%	0.00%	3,045	0.3%	0.3%	16.97%	16.97%	2,656	0.2%	0.2%	13.89%	13.89%	1,570	0.1%	0.1%	N/A	N/A												
BC Aggregate				1.14%	1.14%				0.84%	0.84%				1.84%	1.84%				-0.14%	-0.14%				0.57%	0.57%	4.32%	4.32%	-0.69%	-0.69%	3.51%	3.51%	5.19%
Declaration (Mortgage)	0	0.0%	-0.3%	N/A	N/A	2	0.0%	-0.3%	N/A	N/A	223	0.0%	-0.3%	1.26%	0.61%	8,532	0.8%	2.0%	0.45%	0.45%	24,997	2.3%	2.8%	0.72%	0.59%	N/A	N/A	2.49%	2.00%	6.76%	6.27%	N/A
BC Global Aggregate (US Securitized Portion)														1.69%	1.69%				0.25%	0.25%				1.53%	1.53%	0.00%	0.00%	1.34%	1.34%	4.73%	4.73%	
Declaration (Total Return) 3m LIBOR	34,989	3.1%	3.1%	0.74%	0.74%	34,911	3.1%	3.1%	0.50%	0.50%	35,264	3.1%	3.1%	1.43%	1.43%	8,788	0.8%	0.8%	N/A	N/A	0	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State Street	56,844	5.0%	4.9%	1.13%	1.13%	56,494	5.0%	4.9%	0.82%	0.82%	56,885	5.1%	4.9%	1.98%	1.97%	54,281	4.9%	4.9%	-0.05%	-0.06%	53,758	5.0%	4.9%	0.36%	0.36%	4.29%	4.27%	N/A	N/A	N/A	N/A	N/A
BC Gov/Credit				1.13%	1.13%				0.82%	0.82%				1.98%	1.98%				-0.03%	-0.03%				0.36%	0.36%	4.32%	4.32%	-0.62%	-0.62%			
Wells Capital	126,605	11.1%	11.2%	1.68%	1.68%	125,142	11.1%	11.2%	1.41%	1.36%	125,341	11.2%	11.2%	3.75%	3.70%	118,321	10.7%	11.2%	1.49%	1.45%	125,365	11.7%	12.8%	0.95%	0.89%	9.61%	9.39%	3.19%	2.97%	7.43%	7.21%	9.34%
BC US Credit BAA				1.68%	1.68%				1.53%	1.53%				3.62%	3.62%				1.35%	1.35%				0.77%	0.77%	9.26%	9.26%	1.77%	1.77%	6.00%	6.00%	8.19%
TOTAL FIXED INCOME	398,387	35.0%	35.0%	1.34%	1.33%	395,157	35.1%	35.0%	1.16%	1.14%	396,731	35.3%	35.0%	2.92%	2.88%	362,767	32.7%	35.0%	0.93%	0.89%	371,574	34.6%	35.0%	0.86%	0.82%	7.40%	7.24%	4.90%	4.71%	7.50%	7.31%	7.89%
BC Aggregate				1.14%	1.14%				0.84%	0.84%				1.84%	1.84%				-0.14%	-0.14%				0.57%	0.57%	4.32%	4.32%	-0.69%	-0.69%	3.51%	3.51%	5.19%
CASH EQUIVALENTS																																
Northern Trust	397,290			0.00%	0.00%	394,292			0.00%	0.00%	389,670			0.00%	0.00%	381,485			0.00%	0.00%	369,139					N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL CASH EQUIVALENTS	397,290	34.9%	35.0%	0.00%	0.00%	394,292	35.0%	35.0%	0.00%	0.00%	389,670	34.7%	35.0%	0.00%	0.00%	381,485	34.4%	35.0%	0.00%	0.00%	369,139	34.4%	35.0%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.27%	0.27%	0.45%
90 Day T-Bill				0.00%	0.00%				0.00%	0.00%				0.01%	0.01%				0.02%	0.02%				0.02%	0.02%	0.05%	0.05%	0.11%	0.11%	0.11%	0.11%	0.30%

NOTE: Monthly returns and market values are preliminary and subject to change.
Effective July 1, 2013, net of fee returns are calculated on a cash basis in the month paid. Prior years were accrual based and split evenly over the 12 months of the fiscal year.

(1) All limited partnership-type investments' returns will only be reported net of fees, which is standard practice by the investment consultant.